

**GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA**

UNSTARRED QUESTION NO:3108

ANSWERED ON:15.03.2013

NEW REFINERIES IN RAJASTHAN

Bairwa Shri Khiladi Lal;Jakhar Shri Badri Ram ;Meghwal Shri Bharat Ram;Singh Shri Dushyant

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

- (a) whether the Union Government proposes to set up new refineries in Rajasthan in the backdrop of discovering huge reserves of crude oil and natural gas and provide financial assistance for the purpose;
- (b) if so, the details thereof and the time of their completion;
- (c) whether Hindustan Petroleum Corporation Limited (HPCL) has been made promoter of the said refineries in Rajasthan, if so, the details of the agreement along with current status thereof; and
- (d) the details of amount allocated to Rajasthan from the total revenue generated from oil production in Barmer?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SMT. PANABAACA LAKSHMI)

(a) to (c) Hindustan Petroleum Corporation Limited (HPCL) has informed that it proposes to set up a 9 Million Metric Tonnes Per Annum (MMTPA) refinery in Rajasthan as a joint venture with Government of Rajasthan and other Public Sector Undertakings (PSUs) as equity partners. Government of Rajasthan has conveyed its 'in-principle' approval to HPCL on package of financial incentives including an interest free loan of `3736 Crore every year beginning from the year in which the commercial production commences.

(d) Directorate General of Hydrocarbons has informed that following royalty has been paid to Government of Rajasthan on crude oil production, since commencement of production in August,2009:

(rs in crore)

2009-10 2010-11 2011-12 2012-13 (till January, 2013)

121.62 1832.03 3556.47 4232.26